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IAC-M-359  
2 September 1958

# INTELLIGENCE ADVISORY COMMITTEE

Minutes of Meeting Held in  
IAC Conference Room, Administration Building  
Central Intelligence Agency, at 1430, 2 September 1958

Acting Director of Central Intelligence  
General Charles P. Cabell  
Presiding\*

Deputy Director (Intelligence), CIA  
Robert Amory, Jr.  
Presiding\*

## MEMBERS PRESENT

Mr. Hugh S. Cumming, Jr., \* Director of Intelligence and Research,  
Department of State  
Mr. Robert Thayer, \* acting for Director of Intelligence and Research,  
Department of State  
Major General Robert A. Schow, Assistant Chief of Staff for Intelligence,  
Department of the Army  
Rear Admiral V. L. Lowrance, Acting Director of Naval Intelligence,  
Department of the Navy  
Major General James H. Walsh, Assistant Chief of Staff, Intelligence,  
United States Air Force  
Brigadier General Robert A. Breitweiser, \* Director for Intelligence,  
The Joint Staff  
Colonel Dale M. Garvey, \* acting for Director for Intelligence, The  
Joint Staff  
Mr. Harry S. Traynor, Atomic Energy Commission representative  
to the IAC  
Mr. Ralph R. Roach, acting for Federal Bureau of Investigation  
representative to the IAC

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\* Part of meeting

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2. Review of NSC Action  
on NSCIDs 1 through 7\*

The members discussed the nature of the action taken by the NSC with respect to the recommended revisions of NSCIDs 1 through 7, as reflected in the record of NSC Action No. 1978. With respect to b (1) of the NSC record of action, General Cabell advised that he and General Truscott expected to meet on Wednesday with Budget Bureau officials and that any proposals coming out of that meeting would be submitted to the IAC and USCIB members for consideration prior to any formal action. The members also discussed various other matters which had been raised in informal consultation with Budget Bureau officials or at the recent NSC meeting. In connection with b (3) of the NSC record of action, it was agreed that paragraph 5, last sentence, of NSCID No. 1 be amended to read:

"The DCI shall call upon the departments and agencies, as appropriate, to investigate within their department or agency any unauthorized disclosure of intelligence or of intelligence sources or methods. A report of these investigations, including corrective measures taken or recommended within the departments and agencies involved, shall be transmitted to the Director of Central Intelligence for review and such further action as may be appropriate, including reports to the NSC or the President."

General Cabell stated that if important changes came out of Wednesday's meeting with the Budget Bureau officials he might call

\* Both IAC and USCIB members were present for the first portion of this meeting, with General Erskine and General Samford representing the Department of Defense and NSA respectively. Actions on the first six items should be considered joint IAC-USCIB actions.

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a special IAC-USCIB meeting to consider those changes, in order that NSC action on these NSCIDs could be completed at an early date.

3. Continuity of Intelligence  
Community Functions Following  
Establishment of USIB  
(IAC-D-112/3, 19 August;  
IAC-M-358, item 4)

The Chairman noted that the members had agreed to discuss IAC-D-112/3 again and circulated a CIA proposed change to page 3 of that memorandum. After he explained the purpose of the change each of the members expressed his views on the proposed amendment and other pertinent matters. Following discussion it was agreed that, for a test period of a number of months, the new USIB should assign responsibility for COMINT and ELINT matters to two separate committees and that they should support the USIB and generally operate in accordance with Action III, as modified by the CIA amendment. In this connection, it was also understood that the Director of NSA (or his Deputy) should have considerable latitude in exercising his coordinating responsibilities (as provided for in paragraph III c (4) of the CIA amendment), particularly with respect to questions such as determining whether problems should be defined or treated as COMINT or ELINT matters.

General Erskine raised a question about the chairmanship of the new COMINT committee and the members discussed this matter. After an exchange of views it was agreed to accept the language of III c (2) of the CIA amendment with the understanding that the identity of the chairman of this committee would be considered at a later meeting.

The members then approved the Actions I, II and III as recommended in IAC-D-112/3, subject to the CIA proposed amendment of III c and the understandings outlined above.

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4. Approval of Minutes  
26 August Meeting  
(IAC-M-358)

Approved as written, subject to the deletion of "noted this memorandum and" in the first sentence of item 4.

5. Situation Review

a. Watch Committee Report  
No. 421

Noted.

b. Watch Committee Report  
No. 421-A

Noted.

6. Proposed DCID 1/5  
(IAC-D-129, 20 August)

Approved the draft DCID 1/5, subject to possible later reconsideration in the light of an amendment proposed by Admiral Lowrance.

7. Executive Session

At 1610 General Cabell requested an executive session, after which he and Mr. Cumming departed for a conference with the Secretary of State and Mr. Amory assumed the chair.

8. SNIE 34-58  
Stability of the Present  
Regime in Iran

a. Post-Mortem  
(Memorandum to IAC, 28 August)

Noted the findings and approved the recommendation of the post-mortem on this estimate.

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- b. Validity Study of NIE 34-57  
(Memorandum to IAC, 28 August)

Noted this validity study.

9. NIE 51-58  
The Economic and Political  
Consequences of India's  
Financial Problems

a. Approved as amended. The members also approved a State Department request that they be authorized to distribute advance copies of this estimate to certain U.S. governmental departments or agencies concerned with current financial discussions with Indian officials.

b. Noted the findings and approved the recommendation of the post-mortem on this estimate.

c. Noted the validity study of NIE 51-57, "Consequences of Economic Crisis in India."

d. No member objected to the release of NIE 51-58 to USIA.

11. Annual Report to NSC  
(IAC-D-55/13.3, 25 August;  
IAC-D-55/13.4, 29 August)

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Approved an Annual Report to the NSC on the Status of the Foreign Intelligence Program (as of 30 June 1958), as amended.

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12. Procedures for Operation  
of New USIB

General Cabell, who was then presiding, outlined certain proposed procedures, which were then agreed to, for the operation of USIB, particularly with respect to the need for limiting the attendance of support staffs during the consideration of a particular agenda item to those concerned with that item only. This is in the light of the physical facilities available and the desirability of adhering to the need-to-know principle.

13. Executive Session

At 1710 General Cabell requested an executive session.

Adjournment: 1725

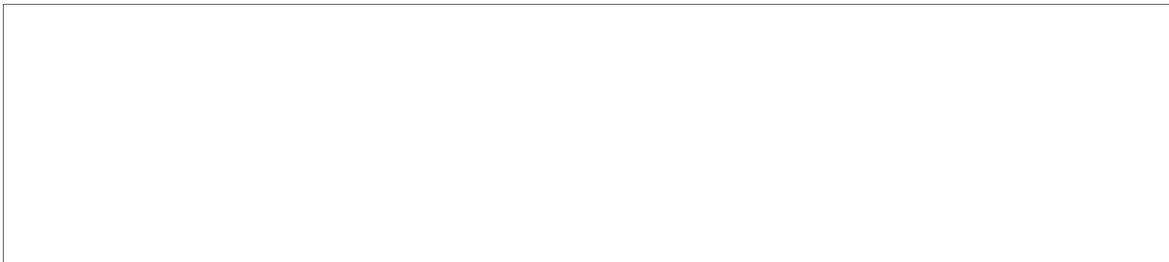
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JOHN HEIRES  
Secretary

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SECRETARY'S NOTES

  
3. The list of "Members Present" at the 26 August meeting (IAC-M-358) should reflect that Mr. Meffert Kuhrtz, rather than Mr. Roach, represented the FBI.

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